By Andrew Tolly The McNaught Syndicate, Inc.

WASHINGTON-Shortly after he took over his post as President Nixon's fop adviser on na-tional security affairs, Dr. Henry Kissinger complained wryly to an aide that "These spooks really tell me more than I want to know about the birth rate in Cambodia."

Kissinger's reference was to the Republic's vast espionage empire, with its nearly 263,000 employes, its "secret" \$5-billion annual budget, and its penchant for overwhelming the White House with every scrap of inci-dental intelligence it can gether.

The story is timely because at long last it appears' that something will be done to reduce the size and cost of this empire. Sen. Allen Ellender, D. La. chairman of the Senate Apprepriations Committee, wants to cut \$550-million from the total intelligence budget, thereby eliminating 50,000 jobs. Defense Secretary Melvin Laird already is engaged in a reorganization plan to whittle down the size of the enormous military spy shop.

Laird got moving shortly after President Nixon, early this year, ordered a study of all in-

tigious Central Arency, which employs a variety of experts ranging from beauticians to nuclear scientists, is also expected to bite the eco-nomy bullet, albeit with a cer-tain amount of kicking and screaming.

But the Pentagon will suffer most from the axe, for the simple reason that its, intelligence community is the biggest and costliest-and possibly the least efficient. Laird presides over an establishment which includes the Defense Intelligence Agency, intelligence divisions of the three services and the super hush-hush National Security Agency, the nation's code-making and code-breaking apparatus. It is an establishment that employs some 150,000 people and spends an estimated \$3-bil-. lion a year.

Laird's spies are in trouble with President Nixon. He has been telling the defense Secretary for months that the military spy factory is "too damn big," and that its bigness apparently breads inefficiency.

Specifically, although he boasted of both operations in public, Nixon was unhappy with the intelligence planning for the South Victnamese incursion into Laos telligence operations. The pres- and the abortive prisoner-of-..

cently, he has been "unimpressed"-as he told Laird-with intelligence on Viet Cong hit-and-run attacks in South Vietnam. Both the Pentagon and the CIA got a scolding from the President when they failed to dis-cover Soviet missile installations near the Eucz Canal during the summer of 1970.

Nixon also reportedly has cracked down on so-called "po-litico-sociological" studies conducted within friendly foreign countries by Army Intelligence, or G-2. After complaints from Secretary of State William Rogers, Nixon in July ordered the Pentagon to recall a research group dispatched to Czechoslovakia to prepare an estimate of the chances of a people's revolt.

Rogers is said to have de scribed the project as representing a "dangerous gamble" that could get the U.S. in serious trouble. He compared it with the notorious 1965 "Camelot" project set up to determine the factors involved in promoting and inhibiting revolution in Chile. That operation was cancelled after a strong protest by the Chilean government, but by then it already had cost the taxpay ers \$1-million.

Unfortunately, there is a guarantee that any administr. tion by itself can reform ou swollen intelligence community Like all bureaucratic beronies Intelligence war raid at Sontay. More revit is a powerful lobby within the administration. No . Presider wants to be accused of restrain ing, for budgetary reasons, spy who might discover tomor row that Red China has invente a new bomb. Eventually, if an real reorganization is to b realized, Congress will have t step in with its power of th purse strings.

But the Nizon administratio is indeed making the first meaningful progress in intelligence reform since Harry Truma established the CIA. Even it Congress again shirks its responsibilities, the cast of spying sponsibilities, the cast of spying sponsibilities, the cast of spying sponsibilities. almost surely will be reduced in the next year or two. Richar-Nixon has a record for frugality